



CITY OF SANTA BARBARA

COUNCIL AGENDA REPORT

AGENDA DATE: February 26, 2008

TO: Mayor and Councilmembers

FROM: Water Resources Division, Public Works Department

SUBJECT: Lease Agreement Extension For Hope Avenue Well Site

RECOMMENDATION:

That Council authorize the Public Works Director to execute a Third Amendment to a lease agreement between the City of Santa Barbara and the Channel Islands YMCA (Agreement No. 17,408), extending the term of the lease and adjusting the rental amount for the City's use of a portion of the YMCA property as a treatment site for the Hope Avenue Well.

DISCUSSION:

The City uses the Hope Avenue Well to meet peak summer demands, and as a backup for surface water supplies during drought and other emergencies. The well itself is located in the roadway of Hope Avenue, but the City leases a small site at the southwest corner of the YMCA property for facilities associated with the well. The latest lease extension expired on October 31, 2007. An extension for another five-year period has been negotiated, adjusting the annual rental amount from \$2,300 per year to \$2,935 per year, reflecting estimated inflation and property value appreciation over the five-year period. The adjusted rental amount is consistent with the recent purchase cost of an easement for a similar facility at Santa Barbara High School. Payment of rent will be retroactive to November 1, 2007. Funds are available in the Water Fund Operating Budget. The Water Commission reviewed this item on December 10, 2007, and voted (5-0-0) to concur with the recommended extension.

PREPARED BY: Rebecca Bjork, Acting Water Resources Manager/BF/spm

SUBMITTED BY: Paul Casey, Acting Public Works Director

APPROVED BY: City Administrator's Office

REVIEWED BY: _____ Finance _____ Attorney

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